

Update on Status

Please monitor the IRF website closely for updates and changes.

Report on the Budget and Control Board Meeting September 25, 2007 at 10:00 AM.

The Budget and Control Board met on Tuesday, September 25, 2007 at 10:00AM. Per Proviso 63.58, the bids were presented to the Budget and Control Board members through a consent agenda item. No bidders made presentations. The Insurance Reserve Fund received no questions from the Budget and Control Board. No recommendation for selection has been made. A copy of the Agenda Item worksheet (2 pages) is being posted for your information. Also posted for your information is the list of members of the Evaluation Panel.

BUDGET AND CONTROL BOARD AGENDA ITEM WORKSHEET

Meeting Scheduled for: September 25, 2007

Blue Agenda

1. Submitted by:

- (a) Office of Insurance Reserve Fund
(b) Authorized Official Signature:

Alvin Licht

2. Subject:

Competitive Process to Select Broker to Place Property Reinsurance Program

3. Summary Background Information:

Proviso 63.58 provides that the Insurance Reserve Fund use a competitive process to obtain bids from brokers, that bids should be presented to the Budget and Control Board, and that the Budget and Control Board shall make its selection of a broker at its next meeting.

In compliance with Proviso 63.58, staff has conducted a competitive process which has generated eleven (11) bids from prospective brokers. Those bids are presented for review.

An evaluation panel is reviewing the bids and will present the Budget and Control Board with recommendations in October.

The Budget and Control Board shall make its selection of a broker at its next meeting.

4. What is Board asked to do?

To receive the solicitation documents issued by the IRF along with all bids received from prospective brokers.

5. What is recommendation of Board Division involved?

To receive the solicitation documents issued by the IRF along with all bids received from prospective brokers.

6. Recommendation of other Division/Agency (as required)?

- (a) Authorized Signature: _____
(b) Division/Agency Name: _____
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7. List of Supporting Documents:

- (a) Agenda item worksheet
- (b) Proviso 63.58
- (c) Solicitation document titled "Competitive Process for Broker Selection for the IRF Excess Property Program", which has rules for solicitation pp. 9-10
- (d) Addendum #1 – Written questions received prior to Pre-Bid Conference, answered at Conference and posted August 17, 2007
- (e) Property Reinsurance Program Overview – Posted August 17, 2007
- (f) Addendum 2 – Question received by mail August 23, 2007 with answer and letter from the South Carolina Department of Insurance posted August 23, 2007
- (g) Addendum 3 – Question received and answer posted August 28, 2007
- (h) Bids received from prospective brokers:
 - AON Risk Services, Inc. of the Carolinas
 - 1st Carolina Insurance Association
 - Competitive Insurance Group, LLC
 - Davis Garvin, Inc.
 - Dean Polhill & Associates
 - Gallagher Public Entity & Scholastic Division
 - John B. Collins Associates, Inc.
 - Marsh USA, Inc
 - Southern Risk
 - Wachovia Insurance Services
 - Willis of North Carolina, Inc.
- (i) Evaluation Panel Members

Evaluation Panel Members

Linda Haralson, CFE, FLMI, CIE, ARE, CPCU, CFE

Chief Financial Examiner and Chief Market Conduct Examiner

S. C. Insurance Department

J. Smith Harrison, Jr., CPCU

Executive Director, S. C. Wind and Hail Underwriting Association

Dr. S. Travis Pritchett, CLU, CPCU, ChFC

Distinguished Professor Emeritus of Business Administration

University of South Carolina

John Trussell, CPCU

Director, Insurance Reserve Fund